CAPITAL FACILITIES FEES FUND

	Actual FY 2003-04	Adopted FY 2004-05	Estimated FY 2004-05	Adopted FY 2005-06	Change
Revenues					
Operating Revenues	$ 4,230,394	$ 4,045,067	$ 4,390,000	$ 4,390,000	8.5%
Interest and Rental Income	2,525	155,612	20,000	71,428	-54.1%
Appropriation from Fund Balance	-	-	-	-	
Total Revenues	**$ 4,232,919**	**$ 4,200,679**	**$ 4,410,000**	**$ 4,461,428**	**6.2%**
Appropriations					
Transfers to Other Funds	$ 4,232,919	$ 4,200,679	$ 4,410,000	$ 4,461,428	6.2%
Transfer to Fund Balance	-	-	-	-	
Total Appropriations	**$ 4,232,919**	**$ 4,200,679**	**$ 4,410,000**	**$ 4,461,428**	**6.2%**

FUND DESCRIPTION

The Capital Facilities Fees Fund was established to account for water and sewer capital facilities fees until they are transferred to the Water and Sewer Operating Fund and expended on debt service for eligible projects. Capital Facility Fees for new connections to the City's water and sewer systems were established in 1985 to recover capital costs associated with providing water supply, water treatment, and wastewater treatment to new water and sewer service customers.

REVENUE DESCRIPTIONS

Investment Income – Investment income is gained through the commitment of City funds to investment instruments allowed under State Statute.

Charges for Current Services – Capital Facilities Fees are charged to new development or facility expansion that results in a greater demand on the City's water supply, water treatment capacity, and sewer treatment capacity.

As a part of the FY 2002-03 budget, the City Council adopted a new capital facility fee schedule in order to offset a greater portion of debt service related to the expansion of water supply, water treatment, and wastewater treatment. And, in FY 2004-05, Water Capital Facilities Fees were increased by $200 for each meter size. This increase specifically addressed a long-range automated meter reading program.

EXPENDITURE DESCRIPTIONS

Transfer to Other Funds – Revenues are transferred to the Water and Sewer Fund for debt service payments on eligible projects.